Charter Section 143.1

- Currently states, in part:
 - "(a) No ordinance amending the retirement system which affects the benefits of any employee under such retirement system shall be adopted without the approval of a majority vote of the members of said system."



Issues With Charter Section 143.1

June 1, 2009 Memorandum of Law from the City Attorney:

"On April 14,2009, the City Council imposed...the terms and conditions of employment contained in the Mayor's last, best and final offer for Fiscal Year 2009-10. Those terms included changes to DROP. In addition, DROP was eliminated for unrepresented and unclassified employees.

The Board of Administrators for SDCERS has informed the City that <u>it will not implement changes to DROP without approval of a majority of SDCERS' members</u>" (<u>emphasis</u> added).

Issues With Charter Section 143.1

- Other outstanding issues:
 - Elimination of DROP for unclassified and unrepresented employees for FY 2010.
 - Imposed increase in age eligibility and elimination of annuity option for POA and Local 127.

Amending Charter Section 143.1

Suggested Charter Amendment:

"(a) No ordinance amending the retirement system which affects the benefits of any employee under such retirement system shall be adopted <u>until any applicable state requirements for negotiations</u> with affected labor organizations have been satisfied. without the approval of a majority vote of the members of said system."

